BEFORE THE ILLINOIS COMMERCE COMMISSION

Docket No. 02-0365

Direct Testimony of Craig Mindell On Behalf of Ameritech Illinois

Ameritech Illinois Exhibit 5.0

June 25, 2002

OFFICIAL FILE

I.C.C. DOCKET NO.02-0365

Sincicited Exhibit No. 50

Witness

Date 11702 Reporter BAP

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2		ON BEHALF OF AMERITECH ILLINOIS
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4	I.	INTRODUCTION AND PURPOSE OF TESTIMONY
5	Q.	Please state your name and business address.
6	A.	My name is Craig S. Mindell. My business address is Three Bell Plaza, Room 710,
7		Dallas, Texas, 75202.
8		
9	Q.	By whom are you employed and what is your position?
10	A.	I am employed by SBC Management Services, Inc. ("SBC") as Area Manager -
11		Interconnection.
12		
13	Q.	What are your present responsibilities?
14	A.	I am currently responsible for network interconnection issues and contract negotiation
15		support in the network regulatory organization. My responsibilities include the
16		presentation, explanation and justification of the company's network interconnection
17		positions before regulatory and legislative authorities. I also provide technical support to
18		the Legal and External Affairs Departments and participate in interconnection contract
19		negotiations.
20		

21 II. EDUCATIONAL BACKGROUND AND PROFESSIONAL EXPERIENCE 22 Q. What is your educational and professional background? 23 I graduated from Washington University in St. Louis with a Bachelor of Arts, major in Α. 24 Urban Studies, concentration in statistics and econometrics. As an SBC employee I've 25 supervised and received training in the functions of switch translations, access services 26 sales and billing support, network services forecasting, project management functions and 27 facilities construction pricing. I have developed and held training seminars for 28 employees and customers of Southwestern Bell in access and cellular service functions 29 and pricing. I've worked with SBC companies 25 years, and in management for 22 of 30 those years. 31 32 Q. Have you previously testified before the Illinois Commerce Commission? 33 I participated in an arbitration hearing with Level 3 and in the 790 rulemaking docket, in A. 34 2000, and in arbitration hearing with TDS and the Illinois Tariff ICC No. 20 Tariff filing, 35 both in 2001. I participated as well in the AIT-GNAPs arbitration earlier this year. 36 37 III. **PURPOSE OF TESTIMONY** 38 Q. What is the purpose of your testimony? 39 A. The purpose of my testimony is to offer a response, from a network viewpoint, to 40 portions of the direct testimony submitted on behalf of Globalcom by Eric Wince and 41 Roger Wurster. 42

43	Ų.	what network services do you wish to discuss:
44	A.	Mr. Wince and Mr. Wurster discuss DS1 and DS3 access services that have been
45		provided to Globalcom under interstate Tariff and interstate pricing.
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47	Q.	What is a DS3 access service?
48	A.	DS3s are facilities (generally fiber) which carry a large stream of data (44 megabits per
49		second) from one place to another. If the equipment on each end of the DS3 is placed to
50		convert the data stream to voice, a DS3 can process 672 simultaneous conversations.
51		DS3s may also carry the data from computer to computer, where the data is interpreted as
52		written text, pictures, or sound.
53		
54	Q.	What is a DS1 service?
55	A.	A DS1 service is a channel of a DS3 service, which carries 1.544 Megabits per second, or
56		24 simultaneous voice conversations. 28 DS1s fit on a DS3. When a customer pays for a
57		DS3 and muxing, he has paid for the 28 DS1s.
58		
59	Q.	How do customers order DS3 services?
60	A.	DS3s may be ordered from interstate or intrastate Access Tariffs. The pricing for DS3
61		and its jurisdiction is based on how it is ordered, which should be based on how it is to
62		be used.
63		
64	Q.	How does a customer assess whether to order the service under an interstate or
65		intrastate tariff?

A. Each individual conversation/connection on the DS3 is interstate or intrastate based on the location of the end users or end users' equipment on each end of the conversation/connection. The DS3, and any other non-switched access service is then considered interstate or intrastate based on how much of the traffic over the DS3 is interstate or intrastate. Under criteria established by the Federal Communications Commission ("FCC"), a special access circuit is considered to by interstate and within the exclusive jurisdiction of the FCC if the circuit carries more than a de minimus amount of interstate traffic. The FCC has ruled that circuits on which interstate traffic exceeds 10% of the total traffic over the circuit is an interstate circuit within the FCC's exclusive jurisdiction. Thus, special access circuits that carry a significant amount of local or intrastate non local traffic can still be jurisdictionally interstate.

Q. What is the jurisdiction issue you wish to address?

A. I address the question that follows: Given that Globalcom ordered access DS3 service, did Globalcom order from the correct Tariff? In general my answer is that I believe Globalcom did so. None of the facts offered in Globalcom's testimony shows otherwise. In fact Globalcom's testimony, combined with what I know of switching, trunking and access services, supports the contention that the circuits are properly tagged as interstate in nature.

Q. Mr. Wince states that "although the initial circuits we ordered to turn up the DMS 250 were interstate circuits, the majority of the circuits after the initial network deployment were direct connections between end users and Globalcom's DMS 100

89		local exchange switch and connection to Ameritech's tandems for local call	
90		origination and termination." (Wince Testimony., p. 8). Do you have any comments	
91		in response to Mr. Wince's testimony in this regard?	
92	A.	Yes. It is not clear exactly what point Mr. Wince intends to make by this assertion. If it is	
93		Mr. Wince's assertion that those circuits which directly connect end users and the DMS	
94		100 side of the switch are by definition jurisdictionally local or intrastate, however, I	
95		disagree.	
96			
97	Q.	Please explain.	
98	A.	The circuits described by Mr. Wince are not used exclusively for intrastate service.	
99		Although Globalcom has ordered some circuits out of the Illinois tariff, most of the	
100		special access circuits have been ordered by Globalcom out of the FCC tariff. To order	
101		out of the FCC tariff, the customer is required to certify that more than 10% of the traffic	
102		carried over the switch is interstate traffic. This means that as Globalcom ordered	
103		circuits into the DMS 100, they ordered them as having at least 10% interstate traffic.	
104			
105 Q .		Assuming that Mr. Wince's description of the network is correct, does it necessarily	
106		follow that the circuits purchased to establish "direct connections between end	
107		users and Globalcom's DMS 100 local exchange switch and connections to	
108		Ameritech's tandems for local call origination and termination" are used exclusively	
109		for intrastate or local communications?	

110 No. Based on my review of Mr. Wurster's testimony describing the Globalcom network, A. 111 the circuits connected to the DMS 100 side of the switch carry interstate, intrastate and 112 local traffic. 113 What kinds of calls coming into the "local" side of a switch are interstate? 114**Q**. 115A. Any call processed by the Globalcom switch that ultimately connects end users in two 116 different states are interstate calls. If a Globalcom Illinois user is having a voice 117 conversation with someone physically located anywhere outside Illinois, the call is interstate. If a Chicago Globalcom customer is "surfing the web," and viewing 118 119 information that resides in a computer server outside of Illinois, his call is interstate. In 120 fact, the FCC in the ISP remand order 01-131 rules that ISP processed calls are interstate 121 in nature when in the first paragraph it states, "...we reaffirm our previous conclusion 122 that traffic delivered to an ISP is predominantly interstate access traffic subject to section 123 201 of the Act." In the Matter of Intercarrier Compensation for ISP-Bound Traffic, Docket No. 99-68, Order on Remand and Report and Order, FCC 01-131, 16 FCC Rcd 124 125 9151 (released April 27, 2001). 126 1270. Are Globalcom's DS3 circuits properly jurisdictionalized as interstate? 128A. I have no reason to question the accuracy of Globalcom's certification that the circuits 129 which has purchased out of the FCC tariff are jurisdictionally interstate. As long as at 130 least 10% of the traffic on any Illinois DS3 is any of the following--internet type data, or 131 callers and computers located outside of Illinois- the circuits are properly 132 jurisdictionalized as interstate.

134**Q**. Does Globalcom's description of its switch lead you to believe that one side of it 135 would tend to have intrastate DS3s instead of interstate? 136A. No. Mr. Wurster describes how the switch handles interstate calls on the so called 137 "Local" side, when he says, ""Globalcom has also leased a DS3 at the near end office 138 Tandem which transports the call to the OC48 SONET Ring and after going through 139 Ameritech's ADM (Add Drop Multiplexer), the call terminates at the Globalcom switch 140 port on the DMS 100 side of the switch. At that point, the switch software determines 141 whether the call is local or long distance. If it is local, then the DMS 100 processes the 142 call. If the call is intra or interstate, then it is handed off to the DMS 250 for processing." 143 This indicates that the calls carried over the special access circuits connected to the DMS 144 100 include calls that are interstate. Additionally, diagrams provided by Globalcom 145 during discovery show trunk groups from Ameritech Illinois tandems for Interexchange 146 (InterLATA) Carrier traffic into the local side of the switch. 147 148Q. Are there other indications of interstate traffic being processed by the local side of 149 the Globalcom switch? 150A. Yes. Mr. Wurster indicates that rearrangements would need to take place to specialize 151 local traffic on specific DS3s to meet a test less stringent than the one that determines 152 whether a dedicated access service is interstate or intrastate. He states "Globalcom will 153 not undertake the expense of reconfiguring its circuits so that all of the circuits on a large 154 number of its DS3s will contain circuits used exclusively for local circuits that comply 155 with the FCC Local Use Test unless it is necessary."

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157Q.

158A.

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How stringent is the local use test?

Deborah Fuentes Niziolek discusses the FCC's tests for determining whether a dedicated circuit carries a sufficient amount of local traffic to qualify for conversion to EELS.

Under those tests, the amount of local traffic can be significant, and still be less than 90%. Thus, the test that Globalcom would have to meet to convert its circuits to EELs is less stringent than the test for determining whether the special access service being converted is within the intrastate jurisdiction.

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165**Q**.

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167A.

Is it possible to fail the local use test (as Mr. Wurster says Globalcom's current configuration does) and still pass the intrastate test?

It is remotely possible. For the DS3s to be intrastate, but not local, they would have to have 90% intrastate toll traffic (less an insignificant amount of local). Given that a single DS3 handles 672 voice paths, it would be hard to imagine a pattern on even one DS3 skewed so heavily away from local and toward intrastate at the same time.

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172**Q**.

173A.

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Please summarize your testimony.

Ameritech Illinois offers Globalcom data pipes over which Globalcom passes calls. The calls are local, intrastate or interstate on a call by call basis, as determined by where the end users are in relation to each other. From Ameritech Illinois' perspective, each pipe (DS3) is interstate as long as at least 10% of the traffic on that pipe is interstate. For purposes of determining the jurisdiction of special access circuits, internet calls are interstate. Long distance calls made to places outside the state a caller is calling from is

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179	interstate. Ameritech Illinois' DS3 pipes between Globalcom's "local" customers and its
180	DMS 100 side of the switch could easily have 10% or more interstate traffic, and
181	appropriately be considered of interstate jurisdiction.
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183 Q.	Does that conclude your testimony?
184A.	Yes.